Chapter 13
Section 1.1

NETWORK PROVIDER REIMBURSEMENT

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I. ISSUE

How are network providers to be reimbursed under TRICARE?

II. POLICY

A. TRICARE contractors must make timely and accurate payments to all network providers of care in accordance with the terms and conditions of their contracts. Where required the beneficiary deductibles and cost-shares must be collected and accrued toward the catastrophic cap. Beneficiaries cannot be exempt from payment of deductibles (except for beneficiaries enrolled in TRICARE Prime and claims for prescription drugs obtained from a network pharmacy) and cost-shares/co-payments.

B. Network provider reimbursement is neither subject to, nor restricted by, amounts that would have otherwise been paid under standard TRICARE reimbursement methodologies outlined in this chapter, (i.e., those reimbursement methodologies applicable only to nonnetwork providers). Managed Care Support (MCS) contractors are free to establish alternative reimbursement systems that will ensure adequate beneficiary access to quality network providers. These alternative reimbursement systems may include, but are not restricted to: negotiated or discounted fee schedules; usual and customary fees; salary, flat fee, global or profit/risk sharing arrangements for non-institutional providers; and per diems and capitation payments for institutional providers.